JERIKA MINING CORPORATION 33 East 400 South Orem, Utah 84057 JIM August 10, 1981 AUG 1 3 1981 State Of Utah Division of Oil, Gas, and Mining Attention: James W. Smith, Jr. 1588 West North Temple Salt Lake City, Utah 84116 Re: Jerika Nos. 1-51 ACT/045/013 Tooele County, Utah Dear Mr. Smith: In answer to your letter dated August 6, 1981, I have contacted Mr. Merrill Sorensen of the U.S. Forest Service, Spanish Fork, Utah; he indicated that he has sent your office a copy of the approved reclamation bond, and also said he would send another to you I enclose our letters showing evidence of the Bond. Sincerely, JERIKA MINING CORP. Harold L. Prestwich Vice President HLP:1hd Encls./3



Hel J. Allen Executive Vice President

July 22, 1980

U.S. Forest Service 44 West 400 North Spanish Fork, Utah 84660

RE: Jerika Mining Corp.

Gentlemen,

The aforementioned company has asked we provide you with a cash bond to insure performance in the amount of \$2,500.00.

This letter is to indicate we have on deposit, at Geneva State Bank, \$2,500.00 which will not be subject to withdrawal without your consent.

Would you kindly acknowledge in the space indicated below and return one copy of this letter for our files. Thank you.

Sincerely,

Executive Vice President

HJA/jr

RECLAMATION BOND

JERIKA MINING CORPORATION 33 East 400 South Orem, Utah 84057

August 18, 1980

Geneva State Bank Attention: Hal J. Allen 140 West 800 North Orem, Utah 84057

Re: \$2,500.00 Deposit - Savings

Dear Mr. Allen:

This is to advise Geneva State Bank to place a HOLD on \$2,500.00 savings account, as a cash bond to insure performance for Jerika Mining Corporation - not to be released without consent of the U.S. Forest Service.

Sincerely,

JERIKA MINING CORPORATION

Harold L. Prestwich

Vice President

HLP: 1hd

SCOTT M. MATHESON Governor

GORDON E. HARMSTON Executive Director, NATURAL RESOURCES

CLEON B. FEIGHT
Director



STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING 1588 West North Temple Salt Lake City, Utah 84116 (801) 533-5771

August 6, 1981

OIL, GAS, AND MINING BOARD

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REGISTERED RETURN RECEIPT REQUESTED

Mr. Richard C. Despain Jerika Mining Corporation 33 East 400 South Orem, Utah 84057

> Jerika Nos. 1-51 ACT/045/013 Tooele County, Utah

Dear Mr. Despain:

It has come to the Division's attention that Jerika Mining Corporation has yet to submit a reclamation surety for the above-noted operation. Until a surety is submitted, Jerika is not considered to have approval to commence mining operations pursuant to 40-8-14, Utah Code Annotated, 1953, as amended. Any mining currently being conducted is in violation of the law. The Division has yet to receive evidence of a bond from the U.S. Forest Service. Evidence must be submitted to the Division within 15 days of receipt of this letter or actions to withdraw tentative approval will be brought before the Board.

A representative of the Division is scheduled to check on this operation within the next several weeks to insure that mining operations are not proceeding without final approval.

Enclosed is a copy of a letter addressing concerns raised by Tooele County Building and Zoning Department.

If you have questions, please call.

Sincerely,

JAMES W. SMITH, JR. COORDINATOR OF MINED LAND DEVELOPMENT

Enclosure

JWS/MAW/btm